

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

February 2, 2010

Certified Return Receipt 7003 2260 0002 0247 9178

Chris Bryan American Gilsonite 29950 South Bonanza Hwy Bonanza, Utah 84008

Subject: <u>Deficient Application for Transfer of Notice of Intention (Form MR-TRS), American Gilsonite,</u> Cottonwood Mine, M/047/0064, Uintah County, Utah

Dear Mr. Bryan:

On December 30, 2009, the Division received an Application for Transfer of Notice of Intention for the Cottonwood mine from Lexco Inc. to American Gilsonite. The transfer is conditionally approved upon receipt of the items below.

A signed Reclamation Contract (Form MR-RC) (enclosed). This form is also available on the Division's web site at https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-RC-LMO.pdf.

The Division has never approved the revised Notice of Intention to Commence Large Mining Operations that was submitted by Lexco on November 21, 2007. Enclosed with this letter is a letter written to Lexco June 16, 2009. Lexco never responded to this letter, and the Division needs to receive a response to this review. Please supply this response no later than April 1, 2010. Failure to do so could result in enforcement action if unpermitted facilities have been constructed.

If you have questions regarding this letter, please contact me at (801) 538-5261 or Leslie Heppler at 801-538-5257. Thank you for your cooperation.

Sincerely,

Paul Baker

Minerals Program Manager

PBB:lah:pb

Enclosures: Form MR-RC

June 16, 2009, letter 2009 - 0001

cc: Stan_Perkes@blm.gov

